



GOVERNOR'S OFFICE OF MANAGEMENT AND BUDGET

Fiscal Impact Analysis for the Utah Decides Healthcare Act of 2018 Ballot Initiative

The Governor's Office of Management and Budget performed the fiscal impact analysis for the Utah Decides Healthcare Act of 2018. Estimates for new sales tax revenues resulting from provisions in the initiative were calculated and provided by the Utah State Tax Commission. Data and expenditure input calculations were provided by the Department of Health, Legislative Fiscal Analyst Office, third-party actuaries, among other sources. Estimates and/or actual revenues and expenditures could vary with changes in federal law, federal funding, taxpayer behavior and Medicaid recipient behavior, general economic conditions, or as a result of further Medicaid consensus workgroup refinement, among other factors. The fiscal impacts of some provisions were partially estimable or inestimable.

State Cost Component	FY 2019*	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
<i>Newly Eligible Enrollment (Including HB 437 2016 GS) up to 138% FPL</i>	25,000	128,000	133,000	137,000	142,000	147,000	152,000
Physical Health Coverage Costs - Newly Eligible	\$10,570,000	\$68,210,000	\$87,180,000	\$94,740,000	\$102,960,000	\$111,920,000	\$121,670,000
Behavioral Health Coverage Costs - Newly Eligible	\$1,850,000	\$11,530,000	\$14,730,000	\$15,990,000	\$17,360,000	\$18,860,000	\$20,490,000
Out-of-Pocket Costs Not Higher than 1/1/17	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000
Benefits and Services Not More Restrictive than 1/1/17	\$10,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000
Provider Rates Not Lower than 1/1/17	\$500,000						
Provider Rates Annual Regional CPI Increase - Medicaid		\$10,070,000	\$20,660,000	\$31,620,000	\$42,790,000	\$54,170,000	\$65,770,000
Provider Rates Annual Regional CPI Increase - CHIP		\$410,000	\$840,000	\$1,290,000	\$1,740,000	\$2,200,000	\$2,670,000
One-time Runout Costs of Targeted Expansion	\$1,700,000	\$400,000					
Administrative Costs	\$1,730,000	\$7,630,000	\$7,490,000	\$7,700,000	\$7,920,000	\$8,160,000	\$8,370,000
0.15% Sales Tax Increase	-\$12,390,000	-\$88,810,000	-\$92,810,000	-\$96,990,000	-\$101,350,000	-\$105,910,000	-\$110,680,000
Savings from Serving Newly Eligible	-\$11,110,000	-\$46,440,000	-\$47,610,000	-\$48,040,000	-\$48,490,000	-\$48,990,000	-\$49,520,000
<i>Traditionally Eligible but Unenrolled</i>	4,000	20,000	21,000	22,000	22,000	23,000	24,000
Physical Health Coverage Costs - Traditionally Eligible but Unenrolled	\$3,460,000	\$18,520,000	\$19,740,000	\$21,040,000	\$22,420,000	\$23,910,000	\$25,490,000
	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
Net State Costs (-\$ Surplus in Early Years)	-\$3,580,000	-\$18,340,000	\$10,360,000	\$27,490,000	\$45,490,000	\$64,460,000	\$84,400,000

*FY 2019 reflects an April 1, 2019 start date & annualized average enrollment